May 3 1954

CONFIDENTIAL

MEMORANDUM FOR:

Comptroller

Auditor-in-Chief

SUBJECT

: Counterintelligence Fund for Security Office

1. In recognition of the fact that the Director of Security has unique responsibilities for counterintelligence and that in discharging these responsibilities the greatest possible security precautions must be taken to protect sources and methods, I have approved of the Director of Security expending funds from his unvouchered budget in the amounts and under the conditions prescribed below for the remainder of Fiscal Year 1954 and during Fiscal Year 1955:

Fiscal Year 1954

Fiscal Year 1955



- 2. Funds not exceeding the amounts stipulated may be advanced on the request of the Director of Security. Monthly reports shall be submitted to the Chief, Finance Division, Office of the Comptroller, showing balance at the beginning of the month, total additional funds received, total funds expended, and the total amount of funds on hand at the close of the month. The monthly report shall contain a certification that the funds expended were for confidential purposes and that receipts and/or other supporting documents are on file in the Security Office. The amounts certified as expended shall be written off by the Finance Division.
- 3. All files pertaining to the expenditure of these funds shall remain in the Security Office under conditions to be prescribed by the Director of Security. Complete records as to these expenditures will, however, be maintained and the fund and account will be subject to audit by an auditor specifically selected by the Auditor-in-Chief under conditions to be arranged mutually by the Director of Security and the Auditor-in-Chief.

s/L. K. WHITE Acting Deputy Director (Administration)

cc: Director of Security CONTIDENTIAL

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